

LAW OFFICES OF  
J. GILBERT PARRISH, JR.  
605 COURT STREET, SUITE 1  
SAVANNAH, TENNESSEE 38372

REC'D TN  
REGULATORY AUTH.

J. GILBERT PARRISH, JR.  
CARMA DENNIS MCGEE

'00 MAR 31 AD 11 28  
TELEPHONE (901) 925-1966  
FACSIMILE (901) 925-1130

OFFICE OF THE  
EXECUTIVE SECRETARY

March 28, 2000

Mr. David Waddell  
Executive Secretary  
Tennessee Regulatory Authority  
460 James Robertson Parkway  
Nashville, TN 37243-0505

Re: Application of Antioch Water Company to  
Increase It's Rates.  
Docket No. 99-00584

Dear Mr. Waddell:

I am enclosing herewith the response to Tennessee Regulatory Authority's request for supplementary information dated March 15, 2000. I have also enclosed thirteen copies of the same.

If you have any questions or if I can be of any further assistance, please do not hesitate to call.

Sincerely,

  
Carma Dennis McGee

CDM/rlb

Enclosures

POSTED

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460 James Robertson Parkway  
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Re: Application of Antioch Water Company  
to Increase It's Rates.  
Docket No. 99-00584

Dear Mr. Waddell:

The following supplemental information is provided pursuant to your request.

1. Provide a copy of the companies trial balance for year ended December 31, 1999.

ANSWER: See Attached Exhibit A.

2. Provide a balance sheet at December 31, 1999.

ANSWER: See Attached Exhibit A.


3. Provide the number of actual customers billed for the fourth quarter of 1999.

ANSWER: Two hundred forty-one customers were billed for the fourth quarter of 1999.  
In addition, five other customers cut their service during this quarter.

4. In the staff's, September 29, 1999 data request, we asked for a copy of the Public Notice required by Tennessee Regulatory Authority Rule 1220-4-1-.05. Company's response was that the Attorney of Record will provide Tennessee Regulatory Authority a copy of the Public Notice when a hearing date is set. At this time, please send a copy of the Proposed Notice, when the Notice is published, please forward a verified copy of the Published Notice.

ANSWER: See Attached Exhibit B.

This the 28<sup>th</sup> day of March, 2000.



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J. GILBERT PARRISH, JR.  
BPR #010573  
Attorney for Antioch Water  
Company  
605 Court Street  
Savannah, TN 38372  
(901) 925-1966

# **EXHIBIT A**

**JERRY C. BAILEY, CPA**

CERTIFIED PUBLIC ACCOUNTANT

P.O. BOX 1410

PARIS, TN 38242-1410

901-642-3089

*Exhibit 1  
or A?*

To the Partners  
Antioch Water Company  
Paris, Tennessee

I have compiled the accompanying statement of assets, liabilities and partners' equity - income tax basis of Antioch Water Company (A Partnership) as of December 31, 1999, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. This financial statement has been prepared on the accounting basis used by the Company for income tax purposes, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements information that is the representation of the Partners. I have not audited or reviewed the accompanying statement of assets, liabilities and partners' equity - income tax basis and, accordingly, do not express an opinion or any other form of assurance on it.

The Partners have elected to omit substantially all of the disclosures ordinarily included in a financial statement prepared on the income tax basis of accounting. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the Company's assets, liabilities and partners' equity. Accordingly, this financial statement is not designed for those who are not informed about such matters.

*Jerry C. Bailey, CPA*

February 22, 2000

62162805

## ANTIOCH WATER COMPANY

FIELDS TED R GEN PTR

TAX

Prepared by \_\_\_\_\_

03/16/2000

Adjusted Trial Balance

Reviewed by \_\_\_\_\_

03:10 PM

for the period ended December 31, 1999

Page 1

Account # / Description	Prior Period (Adjusted) 12/31/1998	Opening Balance Dr (Cr)	Ref #	Activity Dr (Cr)	Ending Balance Dr (Cr)	Workpaper Reference
100 CASH IN BANK-MCKENZI	4,309.85	4,309.85	AJE-2	2,719.94	6,348.14	
			C/D-1	(59,698.23)		
			C/R-2	59,016.58		
106 CASH IN BANK-CB&T-ES	3,820.97	3,820.97	C/R-2	(3,550.61)	2,368.51	
			C/R-SA-	2,098.15		
120 ACCOUNTS RECEIVABLE	1,500.00	1,500.00			1,500.00	
125 ACCOUNTS RECEIVABLE	1,372.58	1,372.58	AJE-3	34.08		
			C/R-SA-	(1,406.84)		
150 LAND						
152 BUILDING	8,000.00	8,000.00			8,000.00	
154 EQUIPMENT	77,641.00	77,641.00	AJE-4	1,343.50	80,328.00	
			C/D-1	1,343.50		
155 OFFICE FURNITURE & FIX	106.59	106.59			106.59	
157 VEHICLES	18,736.00	18,736.00			18,736.00	
159 ALLOWANCES FOR DEP	(81,662.00)	(81,662.00)	AJE-13	(6,905.00)	(88,567.00)	
200 ACCOUNTS PAYABLE-TR						
205 NOTE PAYABLE-COMME	(2,412.23)	(2,412.23)	AJE-9	(2,067.86)		
			C/D-1	4,480.09		
206 NOTE PAYABLE-FIRST B			AJE-9	2,000.00	(3,249.37)	
			AJE-11	(100.00)		
			AJE-14	(149.37)		
			C/R-2	(5,000.00)		
210 WATER DEPOSIT-ESCRO	(4,650.00)	(4,650.00)	C/R-SA-	(450.00)	(5,100.00)	
215 SALES TAXES PAYABLE	(469.00)	(469.00)	AJE-10	(12.00)	(481.00)	
280 DRAWING - RANDY ALLE	14,655.11	14,655.11	AJE-2	(1,234.97)	11,871.59	
			AJE-6	164.83		
			AJE-12	(1,713.08)		
285 DRAWING - TED FIELDS	14,908.61	14,908.61	AJE-2	(1,234.97)	11,871.59	
			AJE-6	(88.97)		
			AJE-12	(1,713.08)		
290 CAPITAL - RANDY ALLEN	(27,351.58)	(27,351.58)	AJE-5	(13,086.25)	(25,782.70)	
			AJE-6	(164.53)		
			C/D-1	14,819.64		
296 CAPITAL - TED FIELDS	(22,333.42)	(22,333.42)	AJE-5	(13,086.25)	(20,511.06)	
			AJE-6	88.97		
			C/D-1	14,819.64		
299 P&L Summary		(26,172.50)	AJE-5	26,172.50		
(Profit) Loss	0.00	0.00		(17,439.29)	(17,439.29)	
	<u>26,172.50</u>	<u>0.00</u>		<u>0.00</u>	<u>0.00</u>	

62152805

## ANTIOCH WATER COMPANY

FIELDS TED R GEN PTR

Adjusting Journal Entries

for the period ended December 31, 1999

TAX

03/16/2000

03:11 PM

Page 1

Account #	Account Name / Description	Debits	Credits
12/31/1999	<u>AJE 1</u>		
315	SALES TAXES	4,010.00	
465	TAXES AND LICENSES		4,010.00
	TO RECLASSIFY ERROR IN POSTING		
12/31/1999	<u>AJE 2</u>		
100	CASH IN BANK-MCKENZIE BANK	2,719.94	
280	DRAWING - RANDY ALLEN		1,234.97
285	DRAWING - TED FIELDS		1,234.97
461	BOOKKEEPING FEES		250.00
	TO REMOVE CHECKS RECORDED IN JAN '99 ALSO IN DEC '98		
12/31/1999	<u>AJE 3</u>		
125	ACCOUNTS RECEIVABLE-OTHER	34.06	
331	INTEREST INCOME - OTHER		34.06
	TO RECLASSIFY INTEREST INCOME RECEIVED ON A/R TO PROPER ACCOUNT		
12/31/1999	<u>AJE 4</u>		
154	EQUIPMENT	1,343.50	
420	REPAIRS AND MAINTENANCE		1,343.50
	TO RECLASSIFY EQUIPMENT TO PROPER ACCOUNT		
12/31/1999	<u>AJE 5</u>		
299	P&L Summary	26,172.50	
290	CAPITAL - RANDY ALLEN		13,086.25
285	CAPITAL - TED FIELDS		13,086.25
	TO RECLASSIFY 12/31/98 PROFIT TO PROPER ACCOUNTS		
12/31/1999	<u>AJE 6</u>		
280	DRAWING - RANDY ALLEN	164.53	
295	CAPITAL - TED FIELDS	88.97	
285	DRAWING - TED FIELDS		88.97
290	CAPITAL - RANDY ALLEN		164.53
	TO ADJUST DRAWING AND CAPITAL ACCOUNTS		
12/31/1999	<u>AJE 7</u>		
460	LEGAL AND ACCOUNTING	4,770.00	
475	PROFESSIONAL FEES		4,770.00

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## ANTIOCH WATER COMPANY

FIELDS TED R GEN PTR

Adjusting Journal Entries

for the period ended December 31, 1999

TAX

03/16/2000  
03:11 PM

Page 2

Account #	Account Name / Description	Debits	Credits
TO RECLASSIFY ERRORS IN POSTING			
12/31/1999	AJE 8		
415	OFFICE SUPPLIES	147.81	
455	WATER TESTS	48.40	
420	REPAIRS AND MAINTENANCE	183.00	
465	TAXES AND LICENSES	150.00	
475	PROFESSIONAL FEES		509.01
TO CORRECT ERRORS IN POSTING			
12/31/1999	AJE 9		
495	INTEREST EXPENSE	67.86	
206	NOTE PAYABLE-FIRST BANK	2,000.00	
205	NOTE PAYABLE-COMMERCIAL BANK-TRACTOR		2,067.86
TO RECLASSIFY ERRORS IN POSTING			
12/31/1999	AJE 10		
305	WATER SALES	12.00	
215	SALES TAXES PAYABLE		12.00
TO ADJUST SALES TAX PAYABLE TO DECEMBER SALES TAX RETURN			
12/31/1999	AJE 11		
490	BANK SERVICE CHARGES	100.00	
206	NOTE PAYABLE-FIRST BANK		100.00
TO RECORD FEES ON NOTE			
12/31/1999	AJE 12		
440	TRAVEL EXPENSES	3,426.16	
280	DRAWING - RANDY ALLEN		1,713.08
285	DRAWING - TED FIELDS		1,713.08
TO RECORD TRAVEL EXPENSES-MILEAGE TO EACH PARTNER FOR BUSINESS USE OF PERSONAL VEHICLES			
12/31/1999	AJE 13		
496	DEPRECIATION	6,905.00	
159	ALLOWANCES FOR DEPRECIATION		6,905.00
TO RECORD DEPRECIATION EXPENSE FOR 1999 PER COMPUTER PRINT OUT PER TAX RETURN			



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## ANTIOCH WATER CO ACCRUAL

Prepared by \_\_\_\_\_

03/16/2000

FIELDS TED R GEN PTR

Reviewed by \_\_\_\_\_

03:18 PM

Other Trial Balance  
for the period ended December 31, 1999

Page 1

Account # / Description	Prior Period (Other) 12/31/1998	Adjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Other Tax Balance Dr (Cr)	Workpaper Reference
100 CASH IN BANK-MCKENZI	4,309.85	6,348.14			6,348.14	
105 CASH IN BANK-CB&T-ES	3,820.97	2,368.51			2,368.51	
120 ACCOUNTS RECEIVABLE	1,500.00	1,500.00			1,500.00	
125 ACCOUNTS RECEIVABLE	1,372.58					
150 LAND						
152 BUILDING	8,000.00	8,000.00			8,000.00	
164 EQUIPMENT	77,841.00	80,328.00			80,328.00	
165 OFFICE FURNITURE & FIX	108.59	108.59			108.59	
167 VEHICLES	18,736.00	18,736.00			18,736.00	
159 ALLOWANCES FOR DEP	(54,682.00)	(68,567.00)	OJE-5	9,560.00	(59,007.00)	
200 ACCOUNTS PAYABLE-TR	(153.59)		OJE-2	(153.59)	(531.93)	
			OJE-3	(378.34)		
205 NOTE PAYABLE-COMME	(2,412.23)					
208 NOTE PAYABLE-FIRST B		(3,249.37)			(3,249.37)	
210 WATER DEPOSIT-ESCRO	(4,650.00)	(5,100.00)			(5,100.00)	
216 SALES TAXES PAYABLE	(489.00)	(481.00)			(481.00)	
280 DRAWING - RANDY ALLE	14,833.24	11,871.59	OJE-1	3,423.21	11,794.80	
			OJE-5	(3,500.00)		
285 DRAWING - TED FIELDS	14,886.74	11,871.59	OJE-1	3,423.20	11,794.79	
			OJE-5	(3,800.00)		
280 CAPITAL - RANDY ALLEN	(32,579.89)	(25,782.70)	OJE-1	(3,423.21)	(29,205.91)	
295 CAPITAL - TED FIELDS	(27,561.55)	(20,511.06)	OJE-1	(3,423.20)	(23,934.26)	
299 P&L Summary						
(Profit) Loss	0.00	(17,439.29)		(2,028.07)	(19,467.36)	
	<u>22,518.81</u>	<u>0.00</u>		<u>0.00</u>	<u>0.00</u>	

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## ANTIOCH WATER CO ACCRUAL

Prepared by \_\_\_\_\_

03/16/2000

FIELDS TED R GEN PTR

Reviewed by \_\_\_\_\_

03:16 PM

Other Trial Balance  
for the period ended December 31, 1999

Page 2

Account # / Description	Prior Period (Other) 12/31/1998	Adjusted Balance Dr (Cr)	Ref #	Adjustments Dr (Cr)	Other Tax Balance Dr (Cr)	Workpaper Reference
305 WATER SALES	(44,413.35)	(50,600.13) OJE-4		4,022.00	(46,578.13)	
309 REFUNDS	174.78	200.00			200.00	
315 SALES TAXES	(4,271.00)	4,010.00 OJE-4		(8,032.00)	(4,022.00)	
320 GAIN/LOSS ON SALE OF	(2,000.00)					
330 INTEREST INCOME - COM	(35.15)	(95.35)			(95.35)	
331 INTEREST INCOME - OTH	(185.86)	(34.06)			(34.06)	
405 SUPPLIES	937.46	2,206.59 OJE-3		61.99	2,267.58	
410 TELEPHONE	28.98	18.88 OJE-3		3.35	20.03	
411 UTILITIES	1,068.12	1,119.71 OJE-2		142.86	1,168.97	
		OJE-3		(93.60)		
415 OFFICE SUPPLIES	693.32	1,123.47 OJE-3		14.75	1,138.22	
420 REPAIRS AND MAINTENA	801.54	1,704.50 OJE-3		28.81	1,733.31	
425 INSURANCE	636.00	619.00			619.00	
430 GAS, OIL AND FUEL	64.11	165.99			165.99	
435 ADVERTISING	98.75	255.00			255.00	
440 TRAVEL EXPENSES	3,295.50	3,426.16			3,426.16	
445 MEALS AND ENTERTAIN	8.56	65.33			65.33	
450 CHEMICALS						
455 WATER TESTS		86.20			86.20	
460 LEGAL AND ACCOUNTIN	2,500.00	4,770.00			4,770.00	
461 BOOKKEEPING FEES		2,760.00			2,760.00	
465 TAXES AND LICENSES	1,894.75	1,631.47			1,631.47	
466 SALES TAXES PAID	4,151.00		OJE-4	4,010.00	4,010.00	
470 CONTINUING EDUCATION						
475 PROFESSIONAL FEES	1,561.79	100.00			100.00	
480 SUB-LET LABOR	570.00	1,600.00 OJE-3		350.00	1,950.00	
485 DUES AND SUBSCRIPTIO		115.00			115.00	
490 BANK SERVICE CHARGE	(3.00)	100.00			100.00	
495 INTEREST EXPENSE	528.79	321.15 OJE-2		10.73	344.92	
		OJE-3		13.04		
498 DEPRECIATION	9,344.00	6,905.00 OJE-5		(2,560.00)	4,345.00	
499 NON-DEDUCTIBLE PENA	32.00					
999 Rounding Account						
(Profit) Loss	0.00	(17,439.29)		(2,028.07)	(19,467.36)	

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## ANTIOCH WATER CO-ACCRUAL

FIELDS TED R GEN PTR

Other Journal Entries

for the period ended December 31, 1999

03/16/2000

03:18 PM

Page 1

Account #	Account Name / Description	Debits	Credits
12/31/1999	<u>OJE 1</u>		
280	DRAWING - RANDY ALLEN	3,423.21	
285	DRAWING - TED FIELDS	3,423.20	
290	CAPITAL - RANDY ALLEN		3,423.21
295	CAPITAL - TED FIELDS		3,423.20
CORRECT 1/1/99 CAPITAL ACCOUNT BALANCES.			
12/31/1999	<u>OJE 2</u>		
411	UTILITIES	142.86	
495	INTEREST EXPENSE	10.73	
200	ACCOUNTS PAYABLE-TRADE		153.59
CORRECT 1/1/99 ACCTS. PAYABLE.			
12/31/1999	<u>OJE 3</u>		
495	INTEREST EXPENSE	13.04	
420	REPAIRS AND MAINTENANCE	28.81	
415	OFFICE SUPPLIES	14.75	
480	SUB-LET LABOR	350.00	
405	SUPPLIES	61.99	
410	TELEPHONE	3.35	
411	UTILITIES		93.60
200	ACCOUNTS PAYABLE-TRADE		378.34
TO ACCRUE A/P @ 12/31/99.			
12/31/1999	<u>OJE 4</u>		
466	SALES TAXES PAID	4,010.00	
305	WATER SALES	4,022.00	
315	SALES TAXES		8,032.00
TO GROSS-UP SALES TAXES COLLECTED & PAID IN 1999.			
12/31/1999	<u>OJE 5</u>		
159	ALLOWANCES FOR DEPRECIATION	9,560.00	
496	DEPRECIATION		2,580.00
280	DRAWING - RANDY ALLEN		3,500.00
285	DRAWING - TED FIELDS		3,500.00
TO ADJUST 1999 DEPREC. TO PROPER AMOUNT PER STATE DEPREC. METHODS.			
Totals		25,083.94	25,083.94

# EXHIBIT B

## PUBLIC NOTICE

All members of the public please take notice that in August, 1999, Antioch Water Company filed a Petition to change and increase its rates and charges for water service with the Tennessee Regulatory Authority. The monthly water service rate changes and increases have been proposed because the utility's existing rates and rate structure do not produce sufficient revenue to permit the utility to meet its operating expenses. The tap fees have been increased to provide funds for the present and future expansion of the utility's water treatment plant and other capital improvements and to produce revenue to permit the utility to meet its operating expenses. No hearing date has been set for the Petition. The proposed rate revisions are set forth as :

Commercial - No commercial customers are served by Antioch Water Company.

Residential - The proposed rates increase existing rates and change the manner in which monthly sewer service rates will be charged. Under existing rates, monthly residential rates are a flat monthly rate of \$15.00, plus tax. Under the proposed rates, residential customers will be charged a flat rate of \$36.30 per month, plus tax. These rate changes will result in an increase of \$21.30, plus tax, in each residential customer's monthly rate.

Tap Fees - The existing residential tap fee will increase from \$500.00 to \$1,000.00.

A complete copy of the proposed tariff changes and the reasons for them are on file with the utility's business office and Tennessee Regulatory Authority and are open to public inspection.

# EXHIBIT B

## PUBLIC NOTICE

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Tap Fees - The existing residential tap fee will increase from \$500.00 to \$1,000.00.

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